

Business and Financial Services - Institutional Reimbursement

Agency/Program #: 6901-06-G2
Division: Business and Financial Services
Program: Institutional Reimbursement

Agency Name:	Department of Health and Human Services	
Agency Contact:	Laurie Lamson / Scott Sim	444-9407
LFC Contact:	Senator Cobb, Senator Williams	
LFD Liaison:	Marilyn Daumiller	444-5386
OBPP Liaison:	Pat Sullivan	444-1207

Program or Project Description:

The Montana Department of Public Health and Human Services (DPHHS) operates institutional facilities for people with developmental disabilities, mental illnesses, chemical dependence, and for senior care. DPHHS is reimbursed for cost of care by patients and their families based on ability to pay plus coverage under private insurance, Medicare and Medicaid, (53-1-405, MCA). Amounts reimbursed to the department are used for bond payments (MDC and MHS under 90-7-220 and -221, MCA) with the remainder deposited as revenue to the general fund.

NOTE:

The appropriation and expenditure data below represent the entire Business and Financial Services Division Budget. The collection of dollars by the Institutional Reimbursement Section is only a portion of these total expenditures.

Appropriation, Expenditure and Source					
Fund Name:	2008		2009		Approp & Expenditure numbers are as of April 15, 2007
	Approp.	Expended	Approp.	Expended	
General Fund	3,937,312	3,309,698	3,862,881		See Data sheet for more detail
State Special	957,369	849,980	968,288		
Federal Funds	4,718,824	3,799,874	4,589,175		
Total:	\$9,613,505	\$7,959,552	\$9,420,344	\$0	

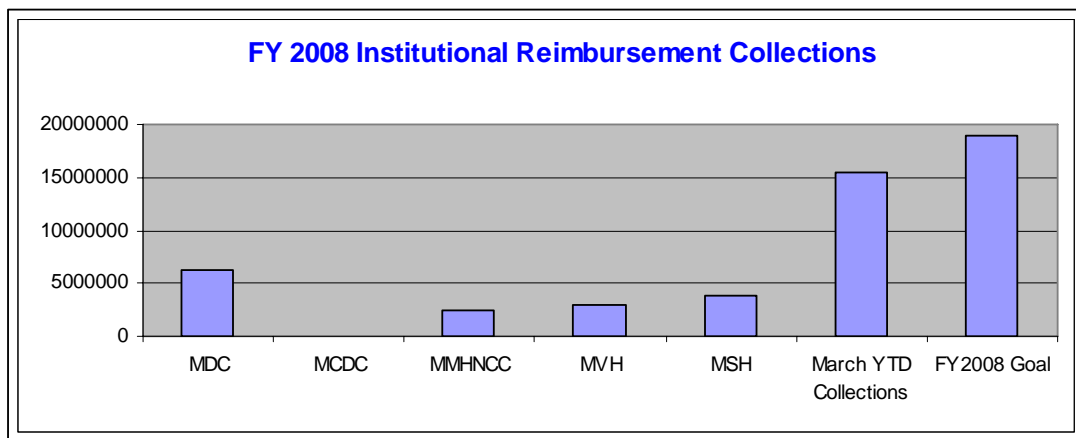
Legislative Goal(s):

Continually work to improve the business processes used within the division for institutional cost recovery, with a goal of recovering \$19 million per year for Fiscal Years 2008 and 2009.

Legislative Performance Measures :

The measurement basis is the total dollars collected by the Institutional Reimbursement Section of BFSD for services provided at the DPHHS Institutions, net of prior year accruals.

		Completion Dates	
2009 Biennium Significant Milestones:		Target	Actual
1	Total amount collected toward the goal of \$19 million for FY 2008: \$15.4 million	6/30/2008	3/31/2008
2	Total amount collected toward the goal of \$19 million for FY 2008.	6/30/2009	
3			
4			
5			

Agency Performance Report:

Montana Developmental Center (MDC)	\$6,287,515
Montana Chemical Dependency Center (MCDC)	\$39,536
Montana Mental Health Nursing Care Center (MHNCC)	\$2,422,515
Montana Vets Home (MVH)	\$2,912,764
Montana State Hospital (MSH)	\$3,741,596
Total Collections Through March 2008	\$15,403,926

LFD Narrative:

LFD ASSESSMENT: On Track

DATA RELEVANCE: Data provided indicated that the program is on track to exceed the \$19 million target by about \$200,000.

APPROPRIATION RELEVANCE and COMMENTS: The division projects about a \$300,000 deficit for FY 2008 due to some major expenses such as SABHRS and Warrant Writer. BFSD is the centralized business center for the agency and fixed costs annually comprise a large portion of operating expenditures. The increase in warrant writing is primarily to account for the Big Sky Rx Program. There is sufficient appropriation authority within the agency to cover this amount by year end.

OPTIONS:

1. Accept the ranking and receive an update in June of 2009
2. Accept the ranking and eliminate further reports



Version	Date	Author
6901-06-G2--BO-2	5/19/08	Daumiller
6901-06-G2--BO-1	12/4/07	Daumiller

Change Description
Added LFD Narrative
Added LFD Narrative